

South Carolina Board of Economic Advisors

Statement of Estimated State Revenue Impact

Date: January 22, 2007

Bill Number: H.B. 3303

Author: Simrill

Committee Requesting Impact: House Ways & Means Committee

Bill Summary

To amend Sections 9-1-1590, 9-1-1790, and 9-11-90, all as amended, Code of Laws of South Carolina, 1976, relating to returning to active service and the restoration to the status of active contributing members to retirees under the South Carolina Retirement System and the South Carolina Police Officers Retirement System, who have returned to active service in covered employment, so as to reduce from forty-eight to twelve the consecutive months the time after which a beneficiary returned to active service in covered employment may be restored to the status of active contributing member and to exempt reemployed retirees under the South Carolina Retirement System and South Carolina Police Officers Retirement System who returned to employment before July 1, 2005, from the payment of employee contributions otherwise due these systems, to provide that this exemption continues while a reemployed retiree remains employed in the position held before July 1, 2005, and to provide for the refund with interest of the employee contributions made by these employees with respect to employment after June 30, 2005.

REVENUE IMPACT ^{1/}

This bill will have no impact on General Fund revenue in FY2007-08.

Explanation

This bill would amend Sections 9-1-1590, 9-1-1790, and 9-11-90 to reduce the amount of time after which a beneficiary of the South Carolina Retirement System and the South Carolina Police Officers Retirement System returning to active service in covered employment may be restored to the status of active contributing member from forty-eight to twelve consecutive months. This bill would also exempt retirees under these systems that returned to employment before July 1, 2005 from the payment of employee contributions otherwise due these systems and continue this exemption while a reemployed retiree remains employed in the position. This bill also provides refunds with interest on the employee contributions made by these employees with respect to employment after June 30, 2005. These retirement systems are independent of General Fund revenues. This bill, therefore, will have no impact on General Fund revenue in FY2007-08.

/s/ William C. Gillespie
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^{1/} This statement meets the requirement of Section 2-7-71 for a state revenue impact by the BEA, or Section 2-7-76 for a local revenue impact or Section 6-1-85(B) for an estimate of the shift in local property tax incidence by the Office of Economic Research.